MEMORANDUM

TO: Mayors, Public Works Directors, Presidents of County Boards of Supervisors,

County Administrators, Wastewater District/Authority Directors, Consulting

Engineers, and Other Interested Parties

FROM: MS Department of Environmental Quality

Office of Pollution Control

SUBJECT: Water Pollution Control (Clean Water) Revolving Loan Fund (WPCRLF) Program

Wastewater and Non-Point Source Pollution Control Projects Draft Amendment No. 1 to FY-06 Intended Use Plan (IUP)

DATE: July 21, 2006

The Department of Environmental Quality has established a public comment period through August 17, 2006 on the Draft Amendment No. 1 to FY-06 WPCRLF IUP. Copies of this document are being sent to potential loan recipients and their consultants that have projects listed on the FY-06 Priority List and the FY-07 and After Planning List of this IUP. Others who wish to receive a copy of these documents can go to our MDEQ website at www.deq.state.ms.us, go to Surface Water then to Construction Branch, click on Water Pollution Control (Clean Water) Revolving Fund Loan Program and look under Documents. If you do not have access to the Internet you can call Sandra Davenport at (601) 961-5125 to request that a copy be mailed to you.

Written comments on this document must be received at the below address no later than August 17, 2006. Also, the Commission on Environmental Quality will hold a public hearing at 11:00 a.m., Thursday, August 17, 2006, in the Commission Hearing Room at the offices of the Department of Environmental Quality, located at 2380 Highway 80 West (Southport Center) in Jackson, to receive written or oral comments on these documents. Regardless of how comments are received, equal consideration will be given by the Commission prior to adoption of these documents.

A description of the changes to this document follows:

Draft Amendment No. 1 to WPCRLF FY-06 Intended Use Plan

- To account for an actual FY-06 National Title VI SRF Appropriation amount of \$886,759,000. Mississippi's allotment from this national appropriation, less the 604(b) set aside, will be \$7,869,300.
- To account for actual known state match amounts. The Mississippi Legislature provided the Department with an additional \$2,013,000 in bonding authority during the spring 2006 session. The proceeds from these bonds will provide the state match needed to finish matching the FY-05 cap grant and begin matching the FY-06 cap grant. These bonds should be sold during the 1st quarter of federal FY-07 and should be deposited into the CWSRF fund by the 2nd quarter of federal FY-07.
- To account for the Department's SFY-07 appropriations act requirement that the bonds to be sold to provide state match funds for the remaining FY-05 federal cap grant, and part of the FY-06 federal cap grant, will be retired with the interest portion of the fund's loan repayments and interest earnings on fund deposits.

We look forward to receiving your input on these documents. If you have any questions, or if we can be of assistance in any way, please contact Mark Smith at (601) 961-5130.

TW:tw
Attachments